

Exhibit C

LIQUIDATION ANALYSIS

This analysis has been prepared by management based on the Company's best estimates and knowledge of events as of 7/31/10. Although the estimates and assumptions that were made in preparing the analysis are considered reasonable by management, they are inherently subject to significant uncertainties and contingencies. Accordingly, there can be no assurance that the estimates shown below will be realized. Actual results may therefore vary materially from those presented. This analysis assumes conversion of case as of 7/31/10.

\$ in 000's	Note	Chapter 7	
		Estimated Proceeds Available	
		to be Distributed under Ch 7	
		Low	High
A. ESTIMATED PROCEEDS FROM SALE OF ASSETS			
Cash and cash equivalents	1	468,200	468,200
Accounts receivable, net	2	-	7,500
Income tax receivables	3	32,000	64,000
Prepaid expenses and other current assets	4	5,400	32,800
Net PP&E	5	2,700	2,700
Canadian distribution	6	-	100,000
Estate causes of action	7	10,000	20,000
Other assets	8	3,000	13,500
Total Estimated Proceeds from Sale of Assets		521,300	708,700
B. WIND DOWN EXPENSES			
Estimated professional fees	9	8,400	4,400
Estimated Chapter 7 trustee fees	10	15,600	21,300
Estimated operating expenses	11	2,500	1,600
Total Wind Down Expenses		26,500	27,300
NET ESTIMATED PROCEEDS BEFORE DISTRIBUTION		494,800	681,400
C. SECURED CLAIMS			
% Recovery for Secured Claims	12	7,000	5,000
		100%	100%
AMOUNT AVAILABLE FOR ADMINISTRATIVE CLAIMS		487,800	676,400
D. CHAPTER 7 PRIORITY CLAIMS			
503(b)(9)	13		
Other 503 pre-conversion admin	14	148,000	59,000
Other priority	15	85,000	46,000
Total Administrative Claims		73,000	30,000
% Recovery for Chapter 7 Priority Claims		306,000	135,000
		100%	100%
AMOUNT AVAILABLE FOR UNSECURED CLAIMS		181,800	541,400
E. UNSECURED CLAIMS			
% Recovery for Unsecured Claims	16	2,000,000	1,800,000
		9%	30%

Assumptions

The following notes describe the significant assumptions that were applied to individual assets within the broader asset categories.

Note 1

The Debtors' estimated cash and cash equivalents as of 7/24/10 are \$468.2 million.

Note 2

The Debtors' accounts receivable represent vendor receivables and warranty recovery. These receivables are those that are not being satisfied through setoff. Through 7/31/10, the Company has collected \$63.7 million in vendor receivables.

Note 3

The Debtors' income tax receivables consist of income tax refunds relating to the NOL Carryback extension, state tax refunds, interest netting and sales leaseback refunds.

Note 4

The Debtors' prepaid and other current assets consist of recoupment cash proceeds relating to drawn letters of credit and \$1.0 million in escrow accounts.

Note 5

The estimate for property and equipment relates to the pending sale of the DR1 property in Richmond, VA.

Note 6

The Debtors' estimated amount of Canadian distribution relate to proceeds from the sale of the Canadian subsidiary to Bell Canada.

Note 7

The estimate of recoveries from estate causes of action is based upon a preliminary analysis of potential recoveries on preference actions taking into account various defenses available to recipients of pre-filing payments as well as the costs and expenses associated with prosecuting such preference actions

Note 8

The Debtors' other assets consist of estimated proceeds from litigation rights settlement and earnout from sale of intellectual property.

Note 9

Estimated professional fees represent the costs for financial advisors, attorneys and other professionals post-conversion.

Note 10

Chapter 7 trustee fees are estimated at 3% of the all moneys disbursed to parties in interest.

Note 11

Operating expenses assume a wind down period of approximately twelve months following the appointment or election of a Chapter 7 trustee. These costs are post-conversion admin costs.

Note 12

Estimates for the secured claims include alleged liens against the Company. Estimated secured claims however, do not include claims that are secured by an alleged right of setoff.

Note 13

Estimates for chapter 7 priority claims include estimated pre-conversion post-petition accounts payable, 503(b)(9) claims, and miscellaneous liabilities. Claim amounts are estimates only and are subject to change.

Note 14

The range for 503(b)(9) priority claims takes into account disputed claim amounts and 503(b)(9) priority claim amounts that may be reduced by setoff of receivables.

Note 15

Estimates for other priority claims primarily consist of estimated tax-related and employee related priority claims. Pursuant to Section 726(a)(1), included in the estimate are certain late filed priority claims.

Note 16

The unsecured claim estimate is comprised of known pre-petition liabilities on the Company's books as well as estimated lease rejection claims. Lease rejection claims are calculated as the greater of (i) one year's rent or (ii) 15% of the remaining term of the lease not to exceed three years. All unsecured claim amounts are estimates only and the amounts may be materially different after a claims reconciliation process is completed.